HOUSE BILL No. 1155

DIGEST OF INTRODUCED BILL

Citations Affected: IC 36-8-8.

Synopsis: 1977 fund retirement benefits. Provides that a member of the 1977 police officers' and firefighters' pension and disability fund who has completed 20 years of service may retire at 50 years of age, instead of 52 years of age. Eliminates the 1977 fund member's election to retire with actuarially reduced benefits. Increases the percentages that apply when calculating a benefit for a 1977 fund member with more than 20 years of service.

Effective: July 1, 2002.

Goodin

January 9, 2002, read first time and referred to Committee on Ways and Means.





Second Regular Session 112th General Assembly (2002)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2001 General Assembly.

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HOUSE BILL No. 1155

A BILL FOR AN ACT to amend the Indiana Code concerning pensions.

Be it enacted by the General Assembly of the State of Indiana:

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SECTION 1. IC 36-8-8-10 IS AMENDED TO READ AS
FOLLOWS [EFFECTIVE JULY 1, 2002]: Sec. 10. (a) A fund member
is eligible for retirement after he the member has completed twenty
(20) years of active service.

- (b) Unless the member is receiving benefits under subsection (c), unreduced Benefits to a retired fund member begin the date:
 - (1) the fund member becomes fifty-two (52) fifty (50) years of age; or
- (2) on which the fund member retires; whichever is later. Benefit payments to a retired fund member under this subsection begin on the first day of the month on or after the date he reaches fifty-two (52) the member becomes fifty (50) years of age or on which he the member retires, whichever is later.
- (c) A retired member may elect to receive actuarially reduced benefits that begin the date:
 - (1) the fund member becomes fifty (50) years of age; or
 - (2) on which the fund member retires;



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IN 1155—LS 6670/DI 102+

1	whichever is later. Benefit payments to a retired fund member under
2	this subsection begin on the first day of the month on or after the day
3	the member reaches fifty (50) years of age or on which the member
4	retires, whichever is later.
5	(d) (c) If a fund member:
6	(1) becomes fifty-two (52) y ears of age in the case of unreduced
7	benefits or fifty (50) years of age; in the case of reduced benefits;
8	or
9	(2) retires;
10	on a date other than on the first day of the month, the amount due the
11	fund member for the initial partial monthly benefit is payable together
12	with the regular monthly benefit on the first of the month following the
13	date the fund member becomes fifty-two (52) or fifty (50) years of age
14	respectively, or retires, whichever is later.
15	SECTION 2. IC 36-8-8-11 IS AMENDED TO READ AS
16	FOLLOWS [EFFECTIVE JULY 1, 2002]: Sec. 11. (a) Benefits paid
17	under this section are subject to section 2.5 of this chapter.
18	(b) Each fund member who qualifies for a retirement benefit
19	payment under section 10(b) of this chapter is entitled to receive a
20	monthly benefit equal to fifty percent (50%) of the monthly salary of
21	a first class patrolman or firefighter in the year the member ended his
22	the member's active service plus:
23	(1) for a member who retires before January 1, 1986, two and
24	one-half percent (2%) (2.5%) of that salary for each full year of
25	active service; or
26	(2) for a member who retires after December 31, 1985, one and
27	one-quarter percent (1%) (1.25%) of that salary for each six (6)
28	months of active service;
29	over twenty (20) years, to a maximum of twelve (12) years.
30	(c) Each fund member who qualifies for a retirement benefit
31	payment under section 10(c) of this chapter is entitled to receive a
32	monthly benefit equal to fifty percent (50%) of the monthly salary of
33	a first class patrolman or firefighter in the year the member ended his
34	active service plus one percent (1%) of that salary for each six (6)
35	months of active service over twenty (20) years, to a maximum of
36	twelve (12) years, all actuarially reduced for each month (if any) of
37	benefit payments prior to fifty-two (52) years of age, by a factor
38	established by the fund's actuary from time to time.
39	SECTION 3. IC 36-8-8-12, AS AMENDED BY P.L.118-2000,
40	SECTION 23, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE

JULY 1, 2002]: Sec. 12. (a) Benefits paid under this section are subject

to sections 2.5 and 2.6 of this chapter.





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1	(b) If an active fund member has a covered impairment, as
2	determined under sections 12.3 through 13.1 of this chapter, the
3	member is entitled to receive the benefit prescribed by section 13.3 or
4	13.5 of this chapter. A member who has had a covered impairment and
5	returns to active duty with the department shall not be treated as a new
6	applicant seeking to become a member of the 1977 fund.
7	(c) If a retired fund member who has not yet reached the member's
8	fifty-second fiftieth birthday is found by the PERF board to be
9	permanently or temporarily unable to perform all suitable work for
10	which the member is or may be capable of becoming qualified, the
11	member is entitled to receive during the disability the retirement
12	benefit payments payable at fifty-two (52) fifty (50) years of age.
13	During a reasonable period in which a disabled fund member is
14	becoming qualified for suitable work, the member may continue to
15	receive disability benefit payments. However, benefits payable for
16	disability under this subsection are reduced by amounts for which the
17	fund member is eligible from:
18	(1) a plan or policy of insurance providing benefits for loss of
19	time because of disability;
20	(2) a plan, fund, or other arrangement to which the fund member's
21	employer has contributed or for which the fund member's
22	employer has made payroll deductions, including a group life
23	policy providing installment payments for disability, a group
24	annuity contract, or a pension or retirement annuity plan other
25	than the fund established by this chapter;
26	(3) the federal Social Security Act (42 U.S.C. 401 et seq.), the
27	Railroad Retirement Act (45 U.S.C. 231 et seq.), the United States
28	Department of Veterans Affairs, or another federal, state, local, or
29	other governmental agency;
30	(4) worker's compensation payable under IC 22-3; and
31	(5) a salary or wage, including overtime and bonus pay and extra
32	or additional remuneration of any kind, the fund member receives
33	or is entitled to receive from the member's employer.
34	For the purposes of this subsection, a retired fund member is
35	considered eligible for benefits from subdivisions (1) through (5)
36	whether or not the member has made application for the benefits.
37	(d) Notwithstanding any other law, a plan, policy of insurance, fund,
38	or other arrangement:
39	(1) delivered, issued for delivery, amended, or renewed after
40	April 9, 1979; and
41	(2) described in subsection (c)(1) or (c)(2);
42	may not provide for a reduction or alteration of benefits as a result of



1	benefits for which a fund member may be eligible from the 1977 fund
2	under subsection (c).
3	(e) Time spent receiving disability benefits is considered active
4	service for the purpose of determining retirement benefits until the
5	fund member has a total of twenty (20) years of service.
6	(f) A fund member who is receiving disability benefits under this
7	chapter shall be transferred from disability to regular retirement status
8	when the member becomes fifty-five (55) fifty (50) years of age.
9	SECTION 4. IC 36-8-8-13.3, AS AMENDED BY P.L.118-2000,
10	SECTION 25, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
11	JULY 1, 2002]: Sec. 13.3. (a) This section applies only to a fund
12	member who:
13	(1) is hired for the first time before January 1, 1990; and
14	(2) does not choose coverage by sections 12.5 and 13.5 of this
15	chapter under section 12.4 of this chapter.
16	This section does not apply to a fund member described in section
17	12.3(c)(2) of this chapter.
18	(b) A fund member:
19	(1) who became disabled before July 1, 2000;
20	(2) who is determined to have a covered impairment; and
21	(3) for whom it is determined that there is no suitable and
22	available work within the fund member's department, considering
23	reasonable accommodation to the extent required by the
24	Americans with Disabilities Act;
25	is entitled to receive during the disability a benefit equal to the benefit
26	that the fund member would have received if the fund member had
27	retired. If the disabled fund member does not have at least twenty (20)
28	years of service or is not at least fifty-two (52) fifty (50) years of age,
29	the benefit is computed and paid as if the fund member had twenty (20)
30	years of service and was fifty-two (52) fifty (50) years of age.
31	(c) Except as otherwise provided in this subsection, a fund member:
32	(1) who becomes disabled after July 1, 2000;
33	(2) who is determined to have a covered impairment that is:
34	(A) the direct result of:
35	(i) a personal injury that occurs while the fund member is on
36	duty;
37	(ii) a personal injury that occurs while the fund member is
38	off duty and is responding to an offense or a reported
39	offense, in the case of a police officer, or an emergency or
40	reported emergency for which the fund member is trained,
41	in the case of a firefighter; or
42	(iii) an occupational disease (as defined in IC 22-3-7-10),



1	including a duty related disease that is also included within
2	clause (B); or
3	(B) a duty related disease (for purposes of this section, a "duty
4	related disease" means a disease arising out of the fund
5	member's employment; a disease is considered to arise out of
6	the fund member's employment if it is apparent to the rational
7	mind, upon consideration of all of the circumstances, that:
8	(i) there is a connection between the conditions under which
9	the fund member's duties are performed and the disease;
10	(ii) the disease can be seen to have followed as a natural
11	incident of the fund member's duties as a result of the
12	exposure occasioned by the nature of the fund member's
13	duties; and
14	(iii) the disease can be traced to the fund member's
15	employment as the proximate cause); and
16	(3) for whom it is determined that there is no suitable and
17	available work within the fund member's department, considering
18	reasonable accommodation to the extent required by the
19	Americans with Disabilities Act;
20	is entitled to receive during the disability a benefit equal to the benefit
21	that the fund member would have received if the fund member had
22	retired. If the disabled fund member does not have at least twenty (20)
23	years of service or is not at least fifty-two (52) fifty (50) years of age,
24	the benefit is computed and paid as if the fund member had twenty (20)
25	years of service and was fifty-two (52) fifty (50) years of age.
26	(d) Except as otherwise provided in this subsection, a fund member:
27	(1) who becomes disabled after July 1, 2000;
28	(2) who is determined to have a covered impairment that is not a
29	covered impairment described in subsection (c)(2)(A) or
30	(c)(2)(B); and
31	(3) for whom it is determined that there is no suitable and
32	available work within the fund member's department, considering
33	reasonable accommodation to the extent required by the federal
34	Americans with Disabilities Act;
35	is entitled to receive during the disability a benefit equal to the benefit
36	that the fund member would have received if the fund member had
37	retired. If the disabled fund member does not have at least twenty (20)
38	years of service or is not at least fifty-two (52) fifty (50) years of age,
39	the benefit is computed and paid as if the fund member had twenty (20)
40	years of service and was fifty-two (52) fifty (50) years of age.
41	(e) Notwithstanding section 12.3 of this chapter and any other



provision of this section, a member who:

1	(1) has had a covered impairment;
2	(2) recovers and returns to active service with the department; and
3	(3) within two (2) years after returning to active service has an
4	impairment that except for section 12.3 of this chapter would be
5	a covered impairment;
6	is entitled to the benefit under this subsection if the impairment
7	described in subdivision (3) results from the same condition or
8	conditions (without an intervening circumstance) that caused the
9	covered impairment described in subdivision (1). The member is
10	entitled to receive the monthly disability benefit amount paid to the
11	member at the time of the member's return to active service plus any
12	adjustments under section 15 of this chapter that would have been
13	applicable during the member's period of reemployment.
14	SECTION 5. IC 36-8-8-13.5 IS AMENDED TO READ AS
15	FOLLOWS [EFFECTIVE JULY 1, 2002]: Sec. 13.5. (a) This section
16	applies only to a fund member who:
17	(1) is hired for the first time after December 31, 1989;
18	(2) chooses coverage by this section and section 12.5 of this
19	chapter under section 12.4 of this chapter; or
20	(3) is described in section 12.3(c)(2) of this chapter.
21	(b) A fund member who is determined to have a Class 1 impairment
22	and for whom it is determined that there is no suitable and available
23	work within the fund member's department, considering reasonable
24	accommodation to the extent required by the Americans with
25	Disabilities Act, is entitled to a monthly base benefit equal to forty-five
26	percent (45%) of the monthly salary of a first class patrolman or
27	firefighter in the year of the local board's determination of impairment.
28	(c) A fund member who is determined to have a Class 2 impairment
29	and for whom it is determined that there is no suitable and available
30	work within the fund member's department, considering reasonable
31	accommodation to the extent required by the Americans with
32	Disabilities Act, is entitled to a monthly base benefit equal to
33	twenty-two percent (22%) of the monthly salary of a first class
34	patrolman or firefighter in the year of the local board's determination
35	of impairment plus one-half percent (0.5%) of that salary for each year
36	of service, up to a maximum of thirty (30) years of service.
37	(d) For applicants hired before March 2, 1992, a fund member who
38	is determined to have a Class 3 impairment and for whom it is
39	determined that there is no suitable and available work within the fund
40	member's department, considering reasonable accommodation to the
41	extent required by the Americans with Disabilities Act, is entitled to a
42	monthly base benefit equal to the product of the member's years of



1	service (not to exceed thirty (30) years of service) multiplied by one
2	percent (1%) of the monthly salary of a first class patrolman or
3	firefighter in the year of the local board's determination of impairment.
4	(e) For applicants hired after March 1, 1992, or described in section
5	12.3(c)(2) of this chapter, a fund member who is determined to have a
6	Class 3 impairment and for whom it is determined that there is no
7	suitable and available work within the fund member's department,
8	considering reasonable accommodation to the extent required by the
9	Americans with Disabilities Act, is entitled to the following benefits
10	instead of benefits provided under subsection (d):
11	(1) If the fund member did not have a Class 3 excludable
12	condition under section 13.6 of this chapter at the time the fund
13	member entered or reentered the fund, the fund member is
14	entitled to a monthly base benefit equal to the product of the
15	member's years of service, not to exceed thirty (30) years of
16	service, multiplied by one percent (1%) of the monthly salary of
17	a first class patrolman or firefighter in the year of the local board's
18	determination of impairment.
19	(2) Except as provided in subdivision (5), a fund member is
20	entitled to receive the benefits set forth in subdivision (1) if:
21	(A) the fund member had a Class 3 excludable condition under
22	section 13.6 of this chapter at the time the fund member
23	entered or reentered the fund;
24	(B) the fund member has a Class 3 impairment that is not
25	related in any manner to the Class 3 excludable condition
26	described in clause (A); and
27	(C) the Class 3 impairment described in clause (B) occurs after
28	the fund member has completed four (4) years of service with
29	the employer after the date the fund member entered or
30	reentered the fund.
31	(3) Except as provided in subdivision (5), a fund member is not
32	entitled to a monthly base benefit for a Class 3 impairment if:
33	(A) the fund member had a Class 3 excludable condition under
34	section 13.6 of this chapter at the time the fund member
35	entered or reentered the fund; and
36	(B) the Class 3 impairment occurs before the fund member has
37	completed four (4) years of service with the employer after the
38	date the fund member entered or reentered the fund.
39	(4) A fund member is not entitled to a monthly base benefit for a
40	Class 3 impairment if:
41	(A) the fund member had a Class 3 excludable condition under
42	section 13.6 of this chapter at the time the fund member



1	entered or reentered the fund; and
2	(B) the Class 3 impairment is related in any manner to the
3	Class 3 excludable condition.
4	(5) If, during the first four (4) years of service with the employer:
5	(A) a fund member with a Class 3 excludable condition is
6	determined to have a Class 3 impairment; and
7	(B) the Class 3 impairment is attributable to an accidental
8	injury that is not related in any manner to the fund member's
9	Class 3 excludable condition;
10	the member is entitled to receive the benefits provided in
11	subdivision (1) with respect to the accidental injury. For purposes
12	of this subdivision, the local board shall make the initial
13	determination of whether an impairment is attributable to an
14	accidental injury. The local board shall forward the initial
15	determination to the director of the PERF board for a final
16	determination by the PERF board or the PERF board's designee.
17	(f) If a fund member is entitled to a monthly base benefit under
18	subsection (b), (c), (d), or (e), the fund member is also entitled to a
19	monthly amount that is no less than ten percent (10%) and no greater
20	than forty-five percent (45%) of the monthly salary of a first class
21	patrolman or firefighter in the year of the local board's determination
22	of impairment. The additional monthly amount shall be determined by
23	the PERF medical authority based on the degree of impairment.
24	(g) Benefits for a Class 1 impairment are payable until the fund
25	member becomes fifty-two (52) fifty (50) years of age. Benefits for a
26	Class 2 and a Class 3 impairment are payable:
27	(1) for a period equal to the years of service of the member, if the
28	member's total disability benefit is less than thirty percent (30%)
29	of the monthly salary of a first class patrolman or firefighter in the
30	year of the local board's determination of impairment and the
31	member has fewer than four (4) years of service; or
32	(2) until the member becomes fifty-two (52) fifty (50) years of
33	age if the member's benefit is:
34	(A) equal to or greater than thirty percent (30%) of the
35	monthly salary of a first class patrolman or firefighter in the
36	year of the local board's determination of impairment; or
37	(B) less than thirty percent (30%) of the monthly salary of a
38	first class patrolman or firefighter in the year of the local
39	board's determination of impairment if the member has at least
40	four (4) years of service.
41	(h) Upon becoming fifty-two (52) fifty (50) years of age, a fund
42	member with a Class 1 or Class 2 impairment is entitled to receive the



1	retirement benefit payable to a fund member with:
2	(1) twenty (20) years of service; or
3	(2) the total years of service and salary, as of the year the member
4	becomes fifty-two (52) fifty (50) years of age, that the fund
5	member would have earned if the fund member had remained in
6	active service until becoming fifty-two (52) fifty (50) years of
7	age;
8	whichever is greater.
9	(i) Upon becoming fifty-two (52) fifty (50) years of age, a fund
10	member who is receiving or has received a Class 3 impairment benefit
11	that is:
12	(1) equal to or greater than thirty percent (30%) of the monthly
13	salary of a first class patrolman or firefighter in the year of the
14	local board's determination of impairment; or
15	(2) less than thirty percent (30%) of the monthly salary of a first
16	class patrolman or firefighter in the year of the local board's
17	determination of impairment if the member has at least four (4)
18	years of service;
19	is entitled to receive the retirement benefit payable to a fund member
20	with twenty (20) years of service.
21	(j) Notwithstanding section 12.3 of this chapter and any other
22	provision of this section, a member who:
23	(1) has had a covered impairment;
24	(2) recovers and returns to active service with the department; and
25	(3) within two (2) years after returning to active service has an
26	impairment that, except for section 12.3(b)(3) of this chapter,
27	would be a covered impairment;
28	is entitled to the benefit under this subsection if the impairment
29	described in subdivision (3) results from the same condition or
30	conditions (without an intervening circumstance) that caused the
31	covered impairment described in subdivision (1). The member is
32	entitled to receive the monthly disability benefit amount paid to the
33	member at the time of the member's return to active service plus any
34	adjustments under section 15 of this chapter that would have been
35	applicable during the member's period of reemployment.
36	SECTION 6. IC 36-8-8-13.8, AS ADDED BY P.L.118-2000,
37	SECTION 26, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
38	JULY 1, 2002]: Sec. 13.8. (a) This section applies to an active or
39	retired member who dies other than in the line of duty (as defined in
40	section 14.1 of this chapter) after August 31, 1982.
41	(b) If a fund member dies while receiving retirement or disability



benefits, the following apply:

(1) Except as otherwise provided in this subsection, each of the

2	member's surviving children is entitled to a monthly benefit equal
3	to twenty percent (20%) of the fund member's monthly benefit:
4	(A) until the child becomes eighteen (18) years of age; or
5	(B) until the child becomes twenty-three (23) years of age if
6	the child is enrolled in and regularly attending a secondary
7	school or is a full-time student at an accredited college or
8	university;
9	whichever period is longer. However, if the board finds upon the
10	submission of satisfactory proof that a child who is at least
11	eighteen (18) years of age is mentally or physically incapacitated,
12	is not a ward of the state, and is not receiving a benefit under
13	clause (B), the child is entitled to receive an amount each month
14	that is equal to the greater of thirty percent (30%) of the monthly
15	pay of a first class patrolman or first class firefighter or fifty-five
16	percent (55%) of the monthly benefit the deceased member was
17	receiving or was entitled to receive on the date of the member's
18	death as long as the mental or physical incapacity of the child
19	continues. Benefits paid for a child shall be paid to the surviving
20	parent as long as the child resides with and is supported by the
21	surviving parent. If the surviving parent dies, the benefits shall be
22	paid to the legal guardian of the child.
23	(2) The member's surviving spouse is entitled to a monthly benefit
24	equal to sixty percent (60%) of the fund member's monthly
25	benefit during the spouse's lifetime. If the spouse remarried before
26	September 1, 1983, and benefits ceased on the date of remarriage,
27	the benefits for the surviving spouse shall be reinstated on July 1,
28	1997, and continue during the life of the surviving spouse.
29	If a fund member dies while receiving retirement or disability benefits,
30	there is no surviving eligible child or spouse, and there is proof
31	satisfactory to the local board, subject to review in the manner
32	specified in section 13.1(b) of this chapter, that the parent was wholly
33	dependent on the fund member, the member's surviving parent is
34	entitled, or both surviving parents if qualified are entitled jointly, to
35	receive fifty percent (50%) of the fund member's monthly benefit
36	during the parent's or parents' lifetime.
37	(c) Except as otherwise provided in this subsection, if a fund
38	member dies while on active duty or while retired and not receiving
39	benefits, the member's children and the member's spouse, or the
40	member's parent or parents are entitled to receive a monthly benefit
41	determined under subsection (b). If the fund member did not have at
42	least twenty (20) years of service or was not at least fifty-two (52) fifty



1	(50) years of age, the benefit is computed as if the member:
2	(1) did have twenty (20) years of service; and
3	(2) was fifty-two (52) fifty (50) years of age.
4	SECTION 7. IC 36-8-8-13.9, AS ADDED BY P.L.118-2000,
5	SECTION 27, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
6	JULY 1, 2002]: Sec. 13.9. (a) This section applies to an active member
7	who died in the line of duty (as defined in section 14.1 of this chapter)
8	before September 1, 1982.
9	(b) Except as otherwise provided in this subsection, if a fund
10	member dies in the line of duty, the following apply:
11	(1) Each of the member's surviving children is entitled to a
12	monthly benefit equal to twenty percent (20%) of the fund
13	member's monthly benefit:
14	(A) until the child becomes eighteen (18) years of age; or
15	(B) until the child becomes twenty-three (23) years of age if
16	the child is enrolled in and regularly attending a secondary
17	school or is a full-time student at an accredited college or
18	university;
19	whichever period is longer. However, if the board finds upon the
20	submission of satisfactory proof that a child who is at least
21	eighteen (18) years of age is mentally or physically incapacitated,
22	is not a ward of the state, and is not receiving a benefit under
23	clause (B), the child is entitled to receive an amount each month
24	that is equal to the greater of thirty percent (30%) of the monthly
25	pay of a first class patrolman or first class firefighter or fifty-five
26	percent (55%) of the monthly benefit the deceased member was
27	receiving or was entitled to receive on the date of the member's
28	death as long as the mental or physical incapacity of the child
29	continues. Benefits paid for a child shall be paid to the surviving
30	parent as long as the child resides with and is supported by the
31	surviving parent. If the surviving parent dies, the benefits shall be
32	paid to the legal guardian of the child.
33	(2) The member's surviving spouse is entitled to a monthly benefit
34	equal to sixty percent (60%) of the fund member's monthly
35	benefit during the spouse's lifetime. If the spouse remarried before
36	September 1, 1983, and benefits ceased on the date of remarriage,
37	the benefits for the surviving spouse shall be reinstated on July 1,
38	1997, and continue during the life of the surviving spouse.
39	If there is no surviving eligible child or spouse, and there is proof
40	satisfactory to the local board, subject to review in the manner
41	specified in section 13.1(b) of this chapter, that the parent was wholly

dependent on the fund member, the member's surviving parent is

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entitled, or both surviving parents if qualified are entitled jointly, to
receive fifty percent (50%) of the fund member's monthly benefit
during the parent's or parents' lifetime.
(c) If the fund member did not have at least twenty (20) years of
service or was not at least fifty-two (52) fifty (50) years of age, the
benefit under subsection (b) is computed as if the member:
(1) did have twenty (20) years of service; and

- (1) did have twenty (20) years of service; and
- (2) was fifty-two (52) fifty (50) years of age.

SECTION 8. IC 36-8-8-14.1, AS AMENDED BY P.L.118-2000, SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2002]: Sec. 14.1. (a) Benefits paid under this section are subject to section 2.5 of this chapter.

- (b) This section applies to an active member who dies in the line of duty after August 31, 1982.
- (c) If a fund member dies in the line of duty after August 31, 1982, the member's surviving spouse is entitled to a monthly benefit during the spouse's lifetime, equal to the benefit to which the member would have been entitled on the date of the member's death, but not less than the benefit payable to a member with twenty (20) years service at fifty-two (52) fifty (50) years of age. If the spouse remarried before September 1, 1983, and benefits ceased on the date of remarriage, the benefits for the surviving spouse shall be reinstated on July 1, 1997, and continue during the life of the surviving spouse.
- (d) If a fund member dies in the line of duty, each of the member's surviving children is entitled to a monthly benefit equal to twenty percent (20%) of the fund member's monthly benefit:
 - (1) until the child reaches eighteen (18) years of age; or
 - (2) until the child reaches twenty-three (23) years of age if the child is enrolled in and regularly attending a secondary school or is a full-time student at an accredited college or university;

whichever period is longer. However, if the board finds upon the submission of satisfactory proof that a child who is at least eighteen (18) years of age is mentally or physically incapacitated, is not a ward of the state, and is not receiving a benefit under subdivision (2), the child is entitled to receive an amount each month that is equal to the greater of thirty percent (30%) of the monthly pay of a first class patrolman or first class firefighter or fifty-five percent (55%) of the monthly benefit the deceased member was receiving or was entitled to receive on the date of the member's death as long as the mental or physical incapacity of the child continues. Benefits paid for a child shall be paid to the surviving parent as long as the child resides with and is supported by the surviving parent. If the surviving parent dies,



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1 2 3 4 5 6 7 8	the benefits shall be paid to the legal guardian of the child. (e) If there is no surviving eligible child or spouse, and there is proof satisfactory to the local board, subject to review in the manner specified in section 13.1(b) of this chapter, that the parent was wholly dependent on the fund member, the member's surviving parent is entitled, or both surviving parents if qualified are entitled jointly, to receive fifty percent (50%) of the fund member's monthly benefit during the parent's or parents' lifetime.	
9	(f) If the fund member did not have at least twenty (20) years of	
10	service or was not at least fifty-two (52) fifty (50) years old, the benefit	
11	is computed as if the member:	
12	(1) did have twenty (20) years of service; and	
13	(2) was fifty-two (52) fifty (50) years of age.	
14	(g) For purposes of this section, "dies in the line of duty" means	
15	death that occurs as a direct result of personal injury or illness resulting	
16	from:	
17	(1) any action that the member, in the member's capacity as a	
18	police officer:	
19	(A) is obligated or authorized by rule, regulation, condition of	
20	employment or service, or law to perform; or	
21	(B) performs in the course of controlling or reducing crime or	
22	enforcing the criminal law; or	
23	(2) any action that the member, in the member's capacity as a	
24	firefighter:	
25	(A) is obligated or authorized by rule, regulation, condition of	
26	employment or service, or law to perform; or	
27	(B) performs while on the scene of an emergency run	
28	(including false alarms) or on the way to or from the scene.	W

